

MAR 13 2015

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# SENATE CONCURRENT RESOLUTION

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REQUESTING THE AUDITOR TO CONDUCT A FINANCIAL AND MANAGEMENT  
AUDIT OF THE OFFICE OF INFORMATION MANAGEMENT AND  
TECHNOLOGY.

1 WHEREAS, Act 200, Session Laws of Hawaii 2010 (Act 200),  
2 established the full-time position of Chief Information Officer  
3 and the Information Technology Steering Committee to assist the  
4 Chief Information Officer to organize, manage, and oversee  
5 statewide information technology governance; and  
6

7 WHEREAS, in March 2011, a partnership program between the  
8 Governor and Hawaii Community Foundation provided a \$3,000,000  
9 grant to help establish a new Office of Information Management  
10 and Technology (OIMT) to be headed by the Chief Information  
11 Officer; and  
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13 WHEREAS, Act 200 also established and designated the shared  
14 services technology special fund as the source of funding for  
15 the operations of the Chief Information Officer and the OIMT;  
16 and  
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18 WHEREAS, OIMT released a business and technology  
19 transformation plan in 2012 that projected substantial increases  
20 in information technology project spending from \$4,500,000 in  
21 fiscal year 2012 to \$45,000,000 in fiscal year 2015; and  
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23 WHEREAS, in December 2013, the OIMT released a strategic  
24 plan update showing a budget of over \$24,500,000 for fiscal year  
25 2013 and over \$20,000,000 for fiscal year 2014; and  
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27 WHEREAS, in February 2014, the Deputy Chief Information  
28 Officer was promoted to the Chief Information Officer following  
29 the departure of the former Chief Information Officer without an  
30 outside search; and  
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1 WHEREAS, during October 2014, approximately twenty-five  
2 percent of the OIMT staff were fired on the same day, while  
3 during the same month four of the outgoing governor's appointees  
4 were hired by the Chief Information Officer; and  
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6 WHEREAS, OIMT recognized Mansha Consulting as "Contractor  
7 of the Year" in 2013, and several OIMT staff members were hired  
8 by Mansha following commencement of the company's work with the  
9 Hawaii Health Connector; and  
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11 WHEREAS, since OIMT has a large state budget and awards  
12 many contracts to third parties and the increase in expenditures  
13 overseen by OIMT since its inception has been substantial, the  
14 State should be assured that it is receiving full return on  
15 these expenditures and that the ability of OIMT to manage state  
16 information technology in the State's best interest has not been  
17 compromised by high staff turnover; and  
18

19 WHEREAS, OIMT is responsible for providing information  
20 technology services for eighteen state departments, one hundred  
21 eight attached agencies, and one hundred sixty-eight boards and  
22 commissions; and  
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24 WHEREAS, the State employs seven hundred forty-six  
25 information technology employees that are dispersed throughout  
26 the various state agencies to enhance support and services  
27 provided for state information technology needs; and  
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29 WHEREAS, the organizational structure, reporting lines, and  
30 accountability of OIMT positions and functions are not clear;  
31 and  
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33 WHEREAS, the authority of OIMT to oversee, direct, or  
34 influence information technology activities in the various  
35 departments is unclear; now, therefore,  
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37 BE IT RESOLVED by the Senate of the Twenty-eighth  
38 Legislature of the State of Hawaii, Regular Session of 2015, the  
39 House of Representatives concurring, that the Auditor is  
40 requested to conduct a financial and management audit of the  
41 OIMT; and  
42



1 BE IT RESOLVED that the audit include:

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- 3 (1) The general operational procedures of OIMT; and
- 4
- 5 (2) The organizational structure of OIMT, including
- 6 personnel practices and staffing coverage;
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- 8 (3) Internal budgeting and fiscal controls to ensure
- 9 effective and appropriate expenditure of
- 10 appropriations and matching federal funds designated
- 11 for exempt employees; and
- 12
- 13 (4) Any other matters that the Auditor deems appropriate;
- 14 and
- 15

16 BE IT FURTHER RESOLVED that the Auditor is requested to

17 submit findings and recommendations of the audit, including any

18 proposed legislation, to the Legislature no later than twenty

19 days prior to the convening of the Regular Session of 2016; and

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21 BE IT FURTHER RESOLVED that certified copies of this

22 Concurrent Resolution be transmitted to the Governor,

23 Comptroller, Chief Information Officer of the Office of

24 Information Management and Technology, and State Auditor.

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OFFERED BY:

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